

## CONTENTS VOLUME 147 (1999)

Richard R. Nelson / The sources of industrial leadership: a perspective on industrial policy	1-18
Hans van Ees, Harry Garretsen and Elmer Sterken / Some evidence on the relevance of bank behaviour for the lending channel in the Netherlands	19-37
J.J. Graafland and F.H. Huizinga / Taxes and benefits in a non-linear wage equation	39-54
Jan R. Magnus / The success of econometrics	55-71
Theo van de Klundert / Economic efficiency and ethics	127-149
Joop Hartog and Aslan Zorlu / Turkish clothing in Amsterdam: the rise and fall of a perfectly competitive labour market	151-181
Marga Peeters / Measuring monetary conditions in Europe: use and limitations of the MCI	183-203
Egbert L.W. Jongen / What can we expect from subsidies for the long-term unemployed?	205-228
M.M.G. Fase and C.C.A. Winder / Baumol's law and Verdoorn's regularity	277-291
L.L.G. Soete and B.J. ter Weel / Innovation, knowledge creation and technology policy: the case of the Netherlands	293-310
C. Mirjam van Praag / Some classic views on entrepreneurship	311-335
Filip Abraham and Joeri van Rompuy / Is Belgium ready for EMU? A look at national, sectoral and regional developments	337-352
M.M.G. Fase and M.A. Keyzer / Introduction	411-413
Christopher A. Sims / The precarious fiscal foundations of EMU	415-436
Lawrence J. Christiano and Christopher J. Gust / Taylor rules in a limited participation model	437-460
C.K. Folkertsma / Nominal wage contracts, adjustment costs and real persistence of monetary shocks	461-488
Frank Smets and Raf Wouters / The exchange rate and the monetary transmission mechanism in Germany	489-521
 NOTES AND COMMUNICATIONS	
Gerbert Hebbink and Marga Peeters / The circulation of euro banknotes and coins in the Netherlands	73-82
Sijbren Cnossen / Fundamental tax reform in the United States	229-237

Richard Nahuis and Jeroen van de Ven / Endogenous growth in a small open economy: any policy lessons?	353-360
Casper van Ewijk and Harry ter Rele / Ageing and fiscal policy in the Netherlands	523-534

## BOOK REVIEWS

Jan L. van Zanden, <i>The Economic History of The Netherlands 1914-1995. A Small Open Economy in the 'Long' Twentieth Century</i> (Joh. de Vries)	83-84
Th. van de Klundert, <i>Groei en instituties - Over de oorzaken van economische ontwikkeling</i> (Henriëtte Prast)	84-86
J.J. Grolle, <i>De muntslag van de graven van Holland tot de Bourgondische unificatie in 1434</i> (Marianne Danneel)	86-87
Mark Harrison (ed.), <i>The Economics of World War II: Six Great Powers in International Comparison</i> (S.G.A. Kaatee)	87-88
E. Eldem, <i>A 135-Year Old Treasure: Glimpses from the Past in the Ottoman Bank Archives</i> (M.M.G. Fase)	89
Donald A. Walker, Arnold Heertje, and Hans van den Doel (eds.), <i>Pieter Hennipman: Welfare Economics and the Theory of Economic Policy</i> (Frank Kalshoven)	89-90
Henk W. Volberda, <i>Building the Flexible Firm: How to Remain Competitive</i> (Jos Benders)	91-92
Frank M. Machovec, <i>Perfect Competition and the Transformation of Economics</i> (Hugo A. Keuzenkamp)	92-93
John E. King (ed.), <i>An Alternative Macroeconomic Theory: The Kaleckian Model and Post-Keynesian Economics</i> (Elmer Sterken)	93-95
John Adams and Anthony Scaperlanda (eds.), <i>The Institutional Economics of the International Economy</i> (Ger Lanjouw)	95-96
Frank Naert, <i>De politieke economie van de Europese Unie</i> (Carel C.A. van den Berg)	96-97
S.C.W. Eijffinger and H.P. Huizinga (eds.), <i>Positive Political Economy: Theory and Evidence</i> (Henriëtte Prast)	97-98
Berholt Leeftink, <i>The Desirability of Currency Unification: Theory and Some Evidence</i> (Clemens J.M. Kool)	98-101
Peter Isard, <i>Exchange Rate Economics</i> (Teun Schmidt)	101-104
Marco Mazzoli, <i>Credit, Investment and the Macroeconomy: A Few Open Issues</i> (Leo de Haan)	104-106
Michio Morishima, <i>Capital and Credit. A New Formulation of General Equilibrium Theory</i> (A.B.T.M. van Schaik)	106-107
Leo de Haan, <i>Financial Behaviour of the Dutch Corporate Sector</i> (V.R. Okker)	107-108
P.A. Geroski and P. Gregg, <i>Coping with Recession: UK Company Performance in Adversity</i> (Elmer Sterken)	109-110

- W.F.M. de Vries, G.P. den Bakker, M.B.G. Gircour, S.J. Keuning, and A. Lenson (eds.), *The Value Added of National Accounting* (Willem Boeschoten) 110-112
- Franklin M. Fisher and Karl Shell, *Economic Analysis of Production Price Indexes* (L. Hoven) 112-113
- Ronald Shone, *Economic Dynamics: Phase Diagrams and their Economic Application* (Cars Hommes) 113-115
- Halbert White, *Estimation, Inference and Specification Analysis* (Ton Steerneman) 115-117
- Badi H. Baltagi, *Econometric Analysis of Panel Data* (Marga Peeters) 117-118
- Patrick L. Mason and Rhanda M. Williams (eds.), *Race, Markets, and Social Outcomes* (Isolde Woittiez) 118-121
- Werner Klein, Spiridon Paraskewopoulos, and Helmut Winter (eds.), *Soziale Marktwirtschaft: Ein Modell für Europa* (A. Kolnaar) 121-122
- Horst Siebert (ed.), *Structural Change and Labor Market Flexibility: Experience in Selected OECD Economies* (Wolter H.J. Hassink) 122-123
- Nicholas Spulber, *The American Economy. The Struggle for Supremacy in the 21<sup>st</sup> Century* (Hans-Jürgen Wagener) 239-240
- Bart van Ark and Nicholas Crafts (eds.), *Quantitative Aspects of Post-war European Economic Growth* (Nanno Mulder) 240-242
- K. Wagner and B. van Ark (eds.), *International Productivity Differences: Measurement and Explanations* (Eric Bartelsman and Henry van der Wiel) 242-243
- Kène Henkens, *Older Workers in Transition: Studies on the Early Retirement Decision in the Netherlands* (Pieter A. Gautier) 244-245
- Branko Milanovic, *Income, Inequality, and Poverty during the Transition from Planned to Market Economy* (I. Wahab) 245-246
- Shigeyuki Hamori and Shin-ichi Kitasaka, *The Business Cycle in Post-War Japan: An Empirical Approach* (Jan-Egbert Sturm) 247-248
- Bryn Jones, *Forcing the Factory of the Future: Cybernation and Societal Institutions* (Ben Dankbaar) 248-249
- Heath Pearson, *Origins of Law and Economics. The Economists' New Science of Law, 1830-1930* (B.C.J. van Velthoven) 249-251
- John R. Baldwin, *The Dynamics of Competition: A North American Perspective* (Maria Brouwer) 251-252
- Martin Rein, Barry L. Friedman, and Andreas Wörgötter (eds.), *Enterprise and Social Benefits after Communism* (Beppo van Leeuwen) 253-254
- P. Gottschalk, B. Gustafsson, and E. Palmer (eds.), *Changing Patterns in the Distribution of Economic Welfare* (Ruud H. Koning) 254-255
- K. de Brucker, A. Verbeke, and W. Winkelmann, *Sociaal-economische evaluatie van overheidsinvesteringen in transportinfrastructuur*; (Socio-economic evaluation of public investments in transport infrastructure) (Meine Pieter van Dijk) 255-257

- Steven Albert and Keith Bradley, *Managing Knowledge; Experts, Agencies and Organizations* (Edwin Oskam) 257-258
- P. A. Yotopoulos, *Exchange Rate Parity for Trade and Development: Theory, Tests, and Case Studies* (Niels Hermes) 259-260
- B.S. Bernanke, Th. Laubach, F.S. Mishkin, and A.S. Posen, *Inflation Targeting: Lessons from the International Experience* (M.M.G. Fase) 261-262
- Donald Rutherford, *Routledge Dictionary of Economics* (Richard Giegack) 262-265
- Harold L. Vogel, *Entertainment Industry Economics – A Guide for Financial Analysis* (Wilfred Dolfsma) 265-266
- D.P.G. van As, J. Klouwen, and L.J. van de Leur, *Levensverzekeringswiskunde en pensioencomputaties* (Actuarial mathematics and pension calculations) (Jörgen Wit) 267-268
- H.J. Bierens, *Topics in Advanced Econometrics, Estimation, Testing and Specification of Cross-section and Time-series Models* (Herman K. van Dijk) 268-269
- Jan van Daal and Albert Jolink, *The Equilibrium Economics of Léon Walras* (Claus Weddepohl) 269-272
- Ronald Wintrobe, *The Political Economy of Dictatorship* (Randolph Sloof) 361-363
- Zoltán Antal-Mokos, *Privatisation, Politics, and Economic Performance in Hungary* (Michael Ellman) 363
- WRR (Netherlands Scientific Council for Government Policy), *From Sharing to Earning: Considerations for Social Security in the 21<sup>st</sup> Century* (Robert Haveman) 364-366
- J.M. Buchanan and R.C. Congleton, *Politics by Principle, not Interest. Toward Nondiscriminatory Democracy* (Dirk J. Wolfson) 366-368
- K. Matthews, *The Economics and Politics of Money – The Selected Essays of Alan Walters* (C.C.A. Winder) 368-369
- Johannes M. Groeneveld, *Inflation Patterns and Monetary Policy: Lessons for the European Central Bank* (Ivo Arnold) 369-371
- A.W. Katz, *Foundations of the Economic Approach to Law* (Peter van Wijk) 371-372
- Nicolas Spulber, *Redefining the State: Privatization and Welfare Reform in Industrial and Transitional Economies* (Theo Offerman) 373-374
- Daniele Archibugi and Jonathan Michie (eds.), *Trade, Growth and Technical Change* (Sjak Smulders) 375-376
- George P. Baker and George David Smith, *The New Financial Capitalists: Kohlberg Kravis Roberts and the Creation of Corporate Value* (H.H. van Wijk) 376-378
- Benjamin J. Cohen (ed.), *International Trade and Finance – New Frontiers for Research: Essays in Honor of Peter B. Kenen* (Eelke de Jong) 378-380

- Reuven Glick (ed.), *Managing Capital Flows and Exchange Rates: Perspectives from the Pacific Basin* (Eelke de Jong) 380-382
- A. Xepapadeas, *Advanced Principles in Environmental Policy* (Cees A. Withagen) 382-383
- S.E. Hark Park and W.C. Labys, *Industrial Development and Environmental Degradation. A Source Book on the Origins of Global Pollution* (Lucas Reijnders) 383-384
- Terry Barker and Jonathan Kohler (eds.), *International Competitiveness and Environmental Policies* (Lucas Reijnders) 384-385
- Richard Stone, *Some British Empiricists in the Social Sciences, 1650-1900* (J.S. Cramer) 385-387
- Mark Blyaug, *Great Economists since Keynes; An Introduction to the Lives and Works of One Hundred Modern Economists* (Marcel Boumans) 387-388
- D. Baker, G. Epstein, and R. Pollin, *Globalization and Progressive Economic Policy* (R.F.M. Lubbers) 388-389
- D.E. Sahn, P.A. Dorosh, and S.D. Younger, *Structural Adjustment Reconsidered: Economic Policy and Poverty in Africa* (S. Marysse) 390-391
- V. Tanzi and K.-y. Chu (eds.), *Income Distribution and High-Quality Growth* (Henriëtte Prast) 391-393
- Lambert van der Laan, and Santos M. Ruesga (eds.), *Institutions and Regional Labour Markets in Europe* (Cees Gorter) 393-394
- G. Redmond, H. Sutherland, and M. Wilson, *The Arithmetic of Tax and Social Security Reform: A User's Guide to Microsimulation Methods and Analysis* (Arthur van Soest) 394-396
- M. van der Beek, *De muntslag ten tijde van Koning Willem I. Ontwerp en productie van de Nederlandse munten 1814-1839* (J. Mooij) 396-397
- Marjolein 't Hart, Joost Jonker, and Jan Luiten van Zanden (eds.), *A Financial History of the Netherlands* (Corry van Renselaar) 397-398
- John W. O'Hagan, *The State and the Arts. An Analysis of Key Economic Policy Issues in Europe and the United States* (Olav Velthuis) 398-399
- J.B. Davis, D.W. Hands, and U. Mäki (eds.), 1998, *The Handbook of Economic Methodology* (Hendrik P. van Dalen) 400-401
- Salim Rashid, *The Myth of Adam Smith* (Rudi Verburg) 401-403
- Geoffrey M. Hodgson, *Economics & Utopia - Why the Learning Economy is not the End of History* (Wilfred Dolfsma) 403-404
- Harold A. Benink (ed.), *Coping with Financial Fragility and Systemic Risk* (S.K. Kuipers) 535-536
- S.N. Broadberry, *The Productivity Race. British Manufacturing in International Perspective, 1850-1990* (Herman de Jong) 536-538
- David C. Mowery and Nathan Rosenberg, *Paths of Innovation. Technological Change in 20th Century America* (Alfred Kleinknecht) 538-540

Nicola Acocella, <i>The Foundations of Economic Policy: Values and Techniques</i> (Peter van Wijk)	540-541
M. Majumdar (ed.), <i>Organizations with Incomplete Information. Essays in Economic Analysis, A Tribute to Roy Radner</i> (Maarten C.W. Janssen)	541-542
Bruno Jossa and Marco Musella, <i>Inflation, Unemployment and Money: Interpretations of the Phillips Curve</i> (Alex Lammertsma)	543-544
Th.J. Sargent, <i>The Conquest of American Inflation</i> (M.M.G. Fase)	544-545
Philipp Hartmann, <i>Currency Competition and Foreign Exchange Markets: The Dollar, the Yen and the Euro</i> (Clemens J.M. Kool)	545-547
Richard Levich (ed.), <i>Emerging Market Capital Flows</i> (C.W.M. Naastepad)	547-550
Uwe Jens (ed.), <i>Langfristige Strukturprobleme der deutschen Wirtschaft</i> (Carsten Folkertsma)	550-552
Zoltan J. Acs, Bo Carlsson, and Charlie Karlsson (eds.), <i>Entrepreneurship, Small and Medium-sized Enterprises and the Macroeconomy</i> (Sander Wennekers)	553-555
Ger Tinggaard Svendsen, <i>Public Choice and Environmental Regulation, Tradable Permit Systems in the United States and CO2 Taxation in Europe</i> (Cees Withagen)	555-556
Jan Jacobs, <i>Econometric Business Cycle Research</i> (John van der Lem)	556-558
S. Abizadeh and M. Yousefi (eds.): <i>Fiscal Systems and Economic Development: Case Studies of Selected Countries</i> (Piet Buitelaar)	558-560
World Bank 1998, <i>Assessing Aid: What Works, What Doesn't and Why</i> (Servaas Storm)	560-562
Hans W. Singer, <i>Growth, Development and Trade Selected Assays of Hans W. Singer</i> (Servaas Storm)	562-564
L.T. Wallace and W.R. Schroder (eds.), <i>Government and Food Industry: Economic and Political Effects of Conflicts and Cooperation</i> , (M.A. Keyzer)	564-565
Francis Stewart, <i>Adjustment and Poverty: Options and Choices</i> , (Jacob Kol)	565-566
Jan Willem Gunning, Henk Kox, Wouter Tims, and Ynto de Wit (eds.), <i>Trade, Aid and Development, Essays in Honour of Hans Linnemann</i> (Jacob Kol)	566-569
Kenneth F. Wallis, <i>Time Series Analysis and Macro Econometric Modelling: The Collected Papers of Kenneth F. Wallis</i> (Frank van Erp)	569-571
From <i>De Economist</i> in 1898	125, 273, 405, 573
KVS Announcements	275, 409, 575
Contents Volume 147 (1999)	577-582
Instructions for Authors	583-589

